What we know,

- -A 10% ethanol blend has 3.5% oxygen.
- -More oxygen than any other oxygenate.
- -Ethanol helped MN. achieve compliance for federeral CO standard in 1999.

- -Many allegations occurred in ethanol debate including.
 - -ethanol might increase NOx
 - -therefore ethanol might increase Ozone
 - ethanol increases evaporative emissions therefore, it pollutes more than gasoline

- MN Pollution Control Agency published a report on ozone formation in June 30, 1994.
- Report concluded little or no impact would result from the use of ethanol in conventional gasoline in Minnesota.
- A similar study was done for the Chicago area for reformulated gasoline.

- Debate has raged on in MN and other states.
- Arguments I hear in other states are similar to those we heard here.

- California and other states tried to convince EPA that ethanol would cause more ozone in RFG.
- EPA denied request because of lack of evidence.

- Fundamental issues discovered.
 - PM 2.5 seems to decrease with ethanol.
 - Ethanol is most effective in reducing CO.
 - Toxic emissions are reduced through dilution, cleaner burning, and replacement of octane components.

Fundamental Issues (continued)

- CO is increasingly a more important pollutant in the development of ozone. (smog)
- Evaporative emissions are offset by decreases in exhaust emissions.
- Reactivity of "evaps" are less than exhaust.
- Recent studies indicate NOx increase from oxygenate use is not a given.

- After 15 years of debate in Minnesota and around the country:
 - Opponents <u>still</u> say ethanol <u>might</u> increase ozone.
 - Not even large state initiatives are able to document any increase in ozone.
 - Predictions of higher cost, wide spread damage, supply disruption, increased pollution have not come to pass.

- After 15 years of debate in Minnesota and around the country:
 - USDA says ethanol energy yield is 1.67 Btu of energy / BTU of fossil energy used.
 - Compares to gasoline energy yield of 0.8Btu
 - Legislators have listened to ozone debate and concluded that the debate may never be resolved.
 - In the mean time they are pushing for clean, domestic, renewable fuels like ethanol, biodiesel and wind generated electricity.

- Documentation:
 - "Ozone Impact of Year-Round Oxy-Fuel Program in Minnesota." MN Pollutrion Control Agency
 - "Air Quality and Ethanol in Gasoline"
 - Whitten
 - "The 2001 net Energy Balance of Corn Ethanol." USDA